

## Mental Health Services Act

### DESCRIPTION OF MAJOR SERVICES

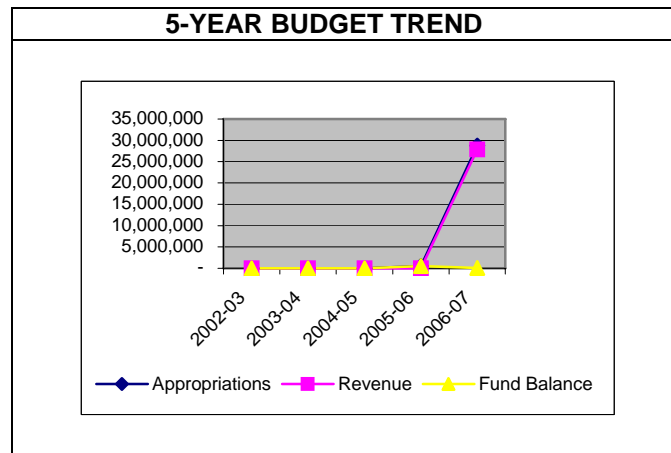
On November 2, 2004, voters passed Proposition 63, which established a state personal income tax surcharge of one percent on the portion of taxpayers' annual taxable income that exceeds \$1 million. The proposition was enacted into law as the Mental Health Services Act (MHSA) effective January 1, 2005. The overall purpose and intent is "to reduce the long-term adverse impact on individuals, families, and state and local budgets resulting from untreated serious mental illness...to insure that all funds are expended in the most cost effective manner...and to ensure accountability to taxpayers and to the public".

This special revenue fund was established in 2005-06. Initial planning funds received from the state were deposited into the fund, and are transferred to the Mental Health budget (MLH) as needed to cover staffing and other costs during the ongoing planning process. In 2006-07, after state approval of the department's three-year plan, Department of Behavioral Health anticipates receipt of one-time and ongoing state funds of \$27.9 million. The funds will be deposited into the special revenue fund and will be transferred to MLH as needed to fund new and expanded programs outlined in the three-year plan.

There is no staffing associated with this budget unit. This fund does not directly spend funds or provide services. It is strictly a financing budget with actual expenditures occurring within the operating budget unit of Behavioral Health (MLH).

There is no staffing associated with this budget unit.

### BUDGET HISTORY



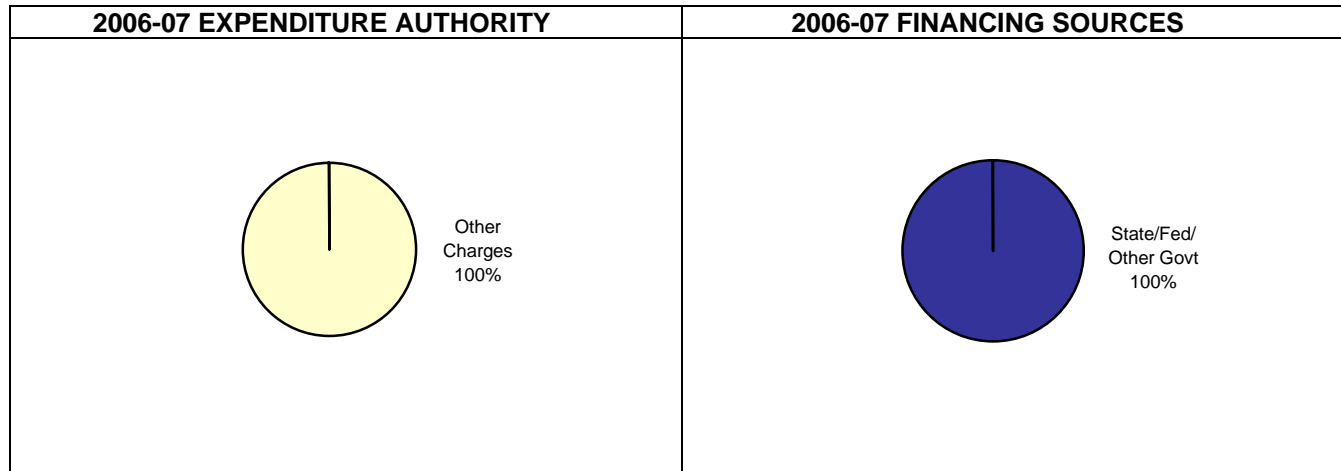
### PERFORMANCE HISTORY

	2002-03 Actual	2003-04 Actual	2004-05 Actual	2005-06 Modified Budget	2005-06 Actual
Appropriation	-	-	20,767	1,804,515	938,627
Departmental Revenue	-	-	557,971	1,267,311	1,287,155
Fund Balance				537,204	

In accordance with Section 29009 of the State Government Code, the entire unreserved fund balance must be appropriated each year. Accordingly, actual expenditures in this budget unit are typically less than budget. The amount not expended in 2005-06 has been re-appropriated in the 2006-07 budget.



## ANALYSIS OF FINAL BUDGET



GROUP: Administrative/Executive  
DEPARTMENT: Behavioral Health  
FUND: MHSA Prop 63

BUDGET UNIT: RCT MLH  
FUNCTION: Health and Sanitation  
ACTIVITY: Hospital Care

	2002-03 Actual	2003-04 Actual	2004-05 Actual	2005-06 Actual	2005-06 Final Budget	2006-07 Final Budget	Change From 2005-06 Final Budget
<b>Appropriation</b>							
Contingencies	-	-	-	-	537,204	885,732	348,528
Total Appropriation	-	-	-	-	537,204	885,732	348,528
Operating Transfers Out	-	-	20,767	938,627	-	27,900,880	27,900,880
Total Requirements	-	-	20,767	938,627	537,204	28,786,612	28,249,408
<b>Departmental Revenue</b>							
Use of Money and Prop	-	-	225	19,844	-	-	-
State, Fed or Gov't Aid	-	-	-	1,267,311	-	27,900,880	27,900,880
Other Revenue	-	-	557,746	-	-	-	-
Total Revenue	-	-	557,971	1,287,155	-	27,900,880	27,900,880
Fund Balance					537,204	885,732	348,528

## FINAL BUDGET CHANGES

Contingencies increased by \$831,274 due to fund balance being higher than anticipated.

